GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industrial Promotion - Incentives for Industries in Andhra Pradesh under Industrial Investment Promotion Policy (IIPP) 2010-15 – Amending the guidelines issued vide G.O. Ms. No.42, Industrial & Commerce (IP) Department, Dt:05.05.2011 to make eligible Industries which are utilizing power from Rural Electric Supply Co - Operative Societies and other similar sources for Reimbursement of Power cost under IIPP 2010-15 – Amendment – Orders- Issued.

INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.MS.No. 2 **Dated: 01-01-2016**

Read the following:-

1. G.O.Ms.No. 61, Industries and Commerce (IP) Department, dated:29.06.2010.
2. G.O.Ms.No. 42, Industries and Commerce (IP) Department, dated:05.05.2011.
3. From the Commissioner of Industries A.P., Hyderabad Letter Lr.No. 20/02/12/6053, Dt.15/05/2012.
4. The State Investment Promotion Committee Meeting held on 03.01.2013.
5. The State Investment Promotion Board Meeting held on 26.04.2013.

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O R D E R:-

In the G.O.s 1st and 2nd read above, Government issued orders extending the incentives/concessions to the eligible industries under Industrial Investment Promotion Policy (IIPP) 2010-15.

2. The Commissioner of Industries in the letter 3rd read above has stated that M/s Sri Durga Kanakeswari Ice plant, Parawada, Visakhapatnam District, and M/s Satya Surya Industries, Boduvalasa(V), Sabbavaram(M), Visakhapatnam district represented that they are drawing power from M/s Anakapalli Rural Electricity Co-operative Society Limited, Kasimkota, and requested for reimbursement of power cost on par with DISCOMs. Accordingly, the issue was placed in State Level Committee Meeting held on 27-04-2012 and decided to recommend to Government for consideration and requested the Government to issue necessary orders for availing power cost reimbursement to those industries drawing power from Rural Electric Supply Cooperative Societies during the period of Industrial Investment Promotion Policy (IIPP) 2010-15.

3. In the reference 4th read above, the issue was placed in State Investment Promotion Committee (SIPC) held on 03.01.2013. The committee **agreed to the proposal and recommended to the State Investment Promotion Board (SIPB).**

4. In the reference 5th read above, the issue was placed in State Investment Promotion Board (SIPB) meeting held on 26.04.2013 and the Board **reviewed the facts of the case and approved the recommendations of the SLC and the State Investment Promotion Committee (SIPC). The State Investment Promotion Board (SIPB) approved the proposal to provide power subsidy incentive to those industries drawing power from Rural Electricity Supply Cooperatives.**

(P.T.O)

5. Government after careful examination and in view of the recommendations of the State Investment Promotion Committee, hereby make the following amendments to the operational guidelines of IIPP 2010-15 issued in the G.O.Ms.No. 42, Industries and Commerce (IP) Department, dated: 05.05.2011

AMENDMENT

In the said guidelines:

I. for paragraph 5.4.3., the following shall be substituted namely:

"This reimbursement is only on the energy consumption (KWH) charges but not on Maximum Demand or any other charges levied by DISCOMs and Rural Electric Supply Co- Operative Societies. Residential & Colony power consumption is not eligible for reimbursement of power cost."

II. for paragraph 5.4.5., the following shall be substituted namely:

"The Power Cost reimbursement shall be applicable to the industrial enterprises which are utilizing power from DISCOMs and Rural Electric Supply Co- Operative Societies and power connection should be in the name of the enterprise / industry."

III. for paragraph 6.4.3, the following shall be substituted namely :
"This reimbursement is only on the energy consumption (KWH) but not on Maximum Demand or any other charges levied by DISCOMs and Rural Electric Supply Co- Operative Societies. Residential & Colony power consumption is not eligible for reimbursement of power cost and will be deducted".

IV. for paragraph 6.4.5. the following shall be substituted namely:
The Power Cost reimbursement shall be applicable to the industrial enterprises, which are utilizing power from DISCOMs and Rural Electric Supply Co - Operative Societies and power connection should be in the name of the enterprise or industry.

6. The Director of Industries, Hyderabad shall take necessary action in the matter accordingly.

7. This orders issues with the Concurrence of Finance Department vide their U.O. No. 16711/165/FMU-Rev-IC/A2/5, Dt:29.09.2015.

(BY ORDER AND IN THE OF THE GOVERNOR OF ANDHRA PRADESH)

S.S.RAWAT
SECRETARY TO GOVERNMENT &
COMMISSIONER FOR INDUSTRIAL
PROMOTION

To
The Director of Industries, A.P., Hyderabad.
The Vice chairman and Managing Director, APIIC Ltd., Hyderabad
The Vice chairman and Managing Director, APIDC Ltd., Hyderabad
The Managing Director, Andhra Pradesh state Finance Corporation, Hyderabad

(Contd….)

Copy to:
The Accountant General, Andhra Pradesh, Hyderabad
The Pay and Accounts Officer, Hyderabad
The General Manager, Small Industries Development Bank of India, Hyderabad.
The Finance (EBS-VIII-Rev-IC) Department
The Water Resources Department
The LET &F Department
The Social welfare Department
The Revenue(CT/LA/Registration) Department
The Law (H) Department
The Energy Department
The YATC Department
All District Collectors, in the State through Director of Industries
All Heads of Departments through Director of Industries
All Government Companies/Corporations through Director of Industries
P.S. to Chief Secretary to Government, Hyderabad
All General Managers, District Industries Centre
All Private Secretaries to the Ministers
P.S. to Principal Secretary to Government & CIP, Ind & Com Dept.
SF/SC

//FORWARDED :: BY ORDER//

SECTION OFFICER